

EDUCATION SECRETARIAT

Sanction of release of grants to the Aided Educational Institutions under the private managements—Uniform system of auditing of accounts of all the Aided Institutions—Appointment of additional staff in the Offices of the Divisional Deputy Directors of Public Instruction.

READ—

G. O. No. SE 390-402—Sec. Edn. 19-56-1, dated 17th December 1956 according sanction to the audit of accounts of the Aided High and Middle Schools under the Private Management in Ex-Mysore area, by the Departmental Auditors.

2. G. O. No. ED 400 SES 58, dated 27th February 1959 regarding delegation of enhanced powers to the officers in the Education Department.

3. G. O. No. ED 400 SES 58, dated 11th June 1959, directing that clause "C" under heading "Financial Powers" delegated to the Deputy Directors of Public Instruction will take effect only when the Audit staff is posted to the offices of the Deputy Directors of Public Instruction of the Divisions.

4. Letter No. Accts. 54/59-60, dated 5th May 1959 from the Director of Public Instruction in Mysore, Bangalore, forwarding the proposal for introducing uniform system of audit of accounts of the Aided Educational Institutions and requesting additional audit staff to his office.

**ORDER NO. ED 94 SES 59, DATED BANGALORE, THE 25TH SEPTEMBER 1959
(Asvija 3, Saka Era 1881).**

Government in their order, dated 27th February 1959 read above, have delegated additional powers to the Deputy Directors of Public Instruction of the Divisions to sanction annual revision of teaching and D. A. grants as per Grant-in-aid Code in respect of all Aided High, Middle, Primary, Nursery, etc. Educational Institutions. The Director of Public Instruction has now pointed out that at present different system of auditing of accounts of the Aided Educational Institutions is prevailing in the different integrated areas of the State and has proposed that grants may be sanctioned to the Educational Institutions on the basis of the financial statements audited by the certified auditors, and therefore forwarded the following proposals for the approval of Government:—

(i) to get the accounts of 1958-59 and onwards audited by the Registered Accountants or recognised bodies of auditors not in any way connected with the school or an auditor recognised by the Education Department, in supersession of Government Order, dated 17th December 1956 read above;

(ii) to discontinue the levy of the audit fees prescribed in Government Order dated 17th December 1956 referred to above;

(iii) to empower the Director of Public Instruction to issue supplementary instructions to subordinate officers and the Management of private schools regarding the maintenance of registers and accounts;

(iv) to empower the Director of Public Instruction to issue supplementary instructions to the private auditors as to the manner in which the audit is to be conducted with reference to the needs and requirements of the Department and rendering the statements and accounts for verification and early sanction.

2. In view of the revised procedure proposed to be adopted in the entire State, the Director of Public Instruction has also proposed that the audit staff sanctioned for the old Mysore State for the audit of the accounts of the Grant-in-aid institutions may be distributed among the Director's office and the Offices of the Divisional Deputy Directors for the scrutiny of the financial statements, Audit reports, etc., and as the existing staff will not be sufficient for the extra work to be done in the Divisional Offices, the Director of Public Instruction has requested for certain additional audit staff in his office.

3. The question of introducing uniform system of auditing of accounts and sanctioning of additional staff was discussed at a meeting held in the Education Secretary's Chambers on 2nd September 1959 when the following officers were present :—

The Secretary to Government, Education Department,
The Controller, State Accounts Department,
The Director of Public Instruction in Mysore, Bangalore,
The Deputy Secretary to Government, Education Department,
The Under Secretaries to Government, Education Department,
The Special Officer for Revision of Codes, Finance Department.

4. The following proposals were agreed to :—

(i) The Director of Public Instruction in Mysore, Bangalore be permitted to entrust the audit work of aided institutions either to Departmental officers or Restricted Auditors or Chartered Accountants as he may consider necessary.

(ii) The Director of Public Instruction in Mysore, Bangalore, shall see that the private auditors so appointed, conform to all the instructions issued by him from time to time for the purpose of the audit, and respond to the questionnaire to be framed by the Director of Public Instruction in Mysore, Bangalore, covering all aspects of the Departmental audit.

(iii) The Director of Public Instruction in Mysore, Bangalore, shall maintain a list of such approved private auditors or chartered accountants and the choice of auditors to audit private institutions shall invariably vest with the Director of Public Instruction in Mysore, Bangalore and he shall assign such auditors.

(iv) The Department may arrange for test check of the initial accounts of some of the Aided institutions according to a well regulated programme to ensure that the grant already sanctioned has been properly utilised.

(v) The Inspecting officers should record in their inspection note, of the fact that the audit work of the private institutions is being attended to satisfactorily after due scrutiny.

5. The proposal of the Director of Public Instruction in Mysore, Bangalore, regarding the additional staff was examined fully and as the system of entrusting the audit work to private agency was agreed to, it was not considered necessary to sanction the entire staff proposed by him. According to the latest Government Order, as the Deputy Directors of Public Instruction are empowered to sanction grants to the aided institutions it was considered sufficient to sanction one Audit Superintendent for each Divisional Office, the required clerical staff for each Division being arranged for by redistribution of the surplus staff that would be available consequent on the adoption of the new audit system. It was also agreed that two Superintendents of the Accounts Section of the Director of Public Instruction's Office should be posted to the two Divisional Offices immediately to start the preliminary work with the staff to be given over to the divisions from the Office of the Director of Public Instruction. The extra staff to be appointed to implement this new system at the Divisional level would be only 3 and 3 Superintendents' posts to be sanctioned immediately. This was agreed to.

6. The suggestion whether instead of entrusting the audit work to private agencies, the same could not be entrusted to the State Accounts Department on the same basis as the Local Bodies, was also discussed. As it was considered advantageous to adopt this procedure it was resolved to address the Controller, State Accounts Department to examine this question and send up suitable proposals to Government. As this would take time, it was however, decided to adopt the system as agreed to above for the current year.

7. In supersession of the orders issued in Government Order, dated 17th December 1956, Government are pleased to approve of the proposals contained in paras 4 and 5 above and accord sanction to the appointment of three Audit Superintendents in the grade of Rs. 150—10—250 with immediate effect up to the end of

31st March 1960 on temporary basis. It is further directed that immediate action be taken by the Director of Public Instruction in Mysore; Bangalore to re-distribute and post the staff from his office to the Offices of the Deputy Directors of Public Instruction. With the sanction of this Audit Staff, the Deputy Directors of Public Instruction will exercise the financial powers delegated to them in the Government Orders cited above.

8. The expenditure on this account be met out of the sanctioned provision under "37—Education—E. General-p. Direction" and the expenditure on the additional staff to the offices of the Deputy Directors of Public Instruction of the Divisions be met out of the sanctioned provision under "37—Education E. q. Inspection" by re-appropriation if necessary from the budget for the year 1959-60.

9. The revised procedure of Auditing of Accounts of the Aided Educational Institutions be made applicable with immediate effect.

10. The Controller of State Accounts Department, Bangalore is requested to examine and forward proposals to Government in respect of para 6 above at a very early date.

By Order and in the name of the Governor of Mysore,

K. M. RAMAKRISHNAIYA,
Deputy Secretary to Government,
Education Department.

PUBLIC WORKS AND ELECTRICITY SECRETARIAT

Sanctions the reconstitution of the West Coast Roads Special Divisions,
Mangalore and Kumta.

READ—

Government Order No. PWD 63 SCO 59, dated 22nd July 1959, sanctioning the reorganisation of non-project Divisions and Sub-Divisions in the Public Works Department.

2. Correspondence ending with letter No. 1725-26-S-Est. dated 10th August 1959, from the Chief Engineer (General), Mysore, Bangalore.

ORDER No. PWD 68 SCO 59, DATED BANGALORE, THE 25TH SEPTEMBER 1959
(ASVISA 3, SAKA ERA 1881).

Sanction was accorded in the Government Order dated 22nd July 1959 for the formation of two Special Divisions with four Sub-Divisions as under with effect from 1st August 1959 for execution of Road and Bridge works in South Kanara and North Kanara Districts.

1. West Coast Roads Special Division, Mangalore:

- (i) No. 1 Sub-Division, Mangalore.
- (ii) No. 2 Sub-Division, Udupi.

2. West Coast Roads Special Division, Kumta:

- (i) No. 1 Sub-Division, Kumta.
- (ii) No. 2 Sub-Division, Bhatkal.

Provision of Rs. 44,49,700 is made in the Budget for 1959-60 for 24 sanctioned Road and Bridge works under the West Coast Road programme for the year. Provision is also made for 53 fresh works amounting to Rs. 38,62,200. In addition, a sum of Rs. 1,22,000 for two bridge works on Mangalore-Udupi section of M.B.C. Road is provided under "State Roads of Economic or Inter-State Importance".